

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

January 21, 1955

**Western Natural Gas Company
1006 Main Street
Houston 2, Texas**

Re: Administrative Order NEP-62

Attention: Mr. Paul Wright

Gentlemen:

On December 27, 1954, by virtue of the provisions of Administrative Order NEP-62, I approved the formation of a non-standard gas proration unit consisting of the following described acreage in the Jalmat Gas Pool:

**Section 34, Township 22 South, Range 36 East
N/2**

Information available to me at this time indicates that I exceeded the authority granted to me by the provisions of Rule 5-b of Order R-520, (Jalmat Pool Rules) due to the fact that the third paragraph of Rule 5-a specifically limits the maximum amount of acreage that may be assigned to a gas well, the amount being governed by the well location.

The formation of a 320-acre non-standard proration unit with your Jones Lease, Well No. 1, located 990 feet from the North line and 990 feet from the East line is contrary to the provisions of this rule.

On February 16, 1955, this Commission will hold hearings directed to you as operator for you to show cause why the acreage assigned your Jones Well No. 1, NE/4 NE/4 Section 34, Township 22 South, Range 36 East, NMPM, Jalmat Gas Pool, should not be reduced to 160 acres in accordance with the provisions of Paragraph 3 of Rule 5-a of Order R-520. The description of this 160 acre unit is as follows: